COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE)
COMMISSION OF THE APPLICATION OF THE)
FUEL ADJUSTMENT CLAUSE OF HENDERSON) CASE NO. 96-536-B
UNION ELECTRIC COOPERATIVE)
CORPORATION FROM MAY 1, 1997)
TO SEPTEMBER 1, 1997)

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 11, 1997 established this case to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Henderson Union Electric Cooperative Corporation ("Henderson Union") for the 4 months ended September 1, 1997.

As part of this review, the Commission ordered Henderson Union to submit certain information concerning its compliance with Commission Regulation 807 KAR 5:056. Henderson Union has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Henderson Union has properly calculated and applied its FAC charge.

IT IS THEREFORE ORDERED that the charges and credits applied by Henderson Union through the FAC for the period of May 1, 1997 to September 1, 1997 are approved.

Done at Frankfort, Kentucky, this 11th day of August, 1998.

PUBLIC SERVICE COMMISSION

Chairman²

Vice Chairman

Commissioner

ATTEST:

Executive Director